

AN ORDINANCE BY

06-O- 06-0-0384

AN ORDINANCE TO ANTICIPATE AND APPROPRIATE LETTER OF CREDIT ENHANCEMENT FEES, REMARKETING FEES, AND INTEREST EXPENSE FOR ISSUANCE OF AIRPORT COMMERCIAL PAPER NOTES, SERIES 2005A/B; AND FOR OTHER PURPOSES.

WHEREAS, the City of Atlanta owns and operates the Hartsfield-Jackson Atlanta International Airport; and

WHEREAS, the Hartsfield-Jackson Atlanta International Airport has embarked on a ten-year Capital Improvement Plan to address additional landside and airside improvements attributable to sustained passenger traffic growth; and

WHEREAS, to enhance marketability of the Series 2005 Notes and to provide liquidity, the Ninth Supplemental Bond Ordinance provides for credit in the form of Credit Facility Agreements and Bank Notes to evidence the City's obligation; and

WHEREAS, the cost of the planning, engineering, design, acquisition and construction of certain improvements to Hartsfield-Jackson Atlanta International Airport, required debt service reserve, issuance expenses and for the execution of the commercial paper notes in an amount not to exceed \$550,000,000; and

WHEREAS, the shelf registration of \$550,000,000 has been anticipated and appropriated accordingly; and

WHEREAS, letter of credit enhancement fees, remarketing fees, and interest expense related to this issuance of Commercial Paper have been incurred;

NOW THEREFORE BE IT ORDAINED BY THE COUNCIL OF THE CITY OF ATLANTA, GEORGIA as follows:

SECTION 1: That the letter of credit enhancement fees, remarketing fees, and interest expense related to the issuance of Commercial Paper (CP) for the Atlanta Hartsfield-Jackson International Airport is herein established as follows:

ADD TO ANTICIPATIONS

2H21	693101	B00001	Bond Proceeds	\$9,136,878
			Total	\$9,136,878

ADD TO APPROPRIATIONS

2H21	787002	R21003	LOC Credit Enhancement fee	\$1,224,000
2H21	784003	R21003	Remarketing Fees	\$ 110,000
2H21	783012	R21003	Interest Expense	\$7,802,878 ¹
			Total	\$9,136,878

SECTION 3: That the Chief Financial Officer be and is hereby authorized to make payments from said fund account centers.

SECTION 4: That all ordinances and parts of ordinances in conflict herewith, be and the same are hereby repealed.

¹ Includes interest expense for:

- A. 2005 Commercial Paper payback of \$602,878;
- B. 2006 PFC project encumbrances of \$6,200,000;
- C. Outstanding Commercial Paper of \$1,000,000

Legislative White Paper

Committee of Purview: Finance/Executive Committee

Caption

TO ANTICIPATE AND APPROPRIATE LETTER OF CREDIT ENHANCEMENT FEES, REMARKETING FEES, AND INTEREST EXPENSE FOR ISSUANCE OF AIRPORT COMMERCIAL PAPER NOTES, SERIES 2005 A/B; AND FOR OTHER PURPOSES.

Council Meeting Date:

February 6, 2006

Legislation Title: ORDINANCE

Requesting Dept.: OFFICE OF MUNICIPAL FINANCE

Contract Type: N/A

Source Selection: N/A

Bids/Proposals Due: N/A

Invitations Issued: N/A

Number of Bids: N/A

Proposals Received: N/A

Bidders/Proponents: N/A

Justification Statement: To anticipate and appropriate incurred letter of credit enhancement fees, remarketing fees, and interest expense related to issuance of Commercial Paper for the CONRAC APM System.

Background: The Hartsfield-Jackson Atlanta International Airport has embarked on a ten-year Capital Improvement Plan to address additional landside and airside improvements attributable to sustained passenger traffic growth. The cost of the planning, engineering, design, acquisition and construction of certain improvements to Hartsfield-Jackson Atlanta International Airport, required debt service reserve, issuance expenses and for the execution of the commercial paper notes in an amount not to exceed \$550,000,000, which has been anticipated and appropriated accordingly. Letter of credit enhancement fees, remarketing fees, and interest expense have been incurred in relation to the issuance of Commercial Paper and must be anticipated and appropriated.

Fund Account Center: N/A

Source of Funds: N/A

Fiscal Impact: Increase in bond proceeds totaling \$9,136,878;
Increase in expenses totaling \$9,136,878

Term of Contract: N/A

Method of Cost Recovery: N/A

Approvals:

DOF:

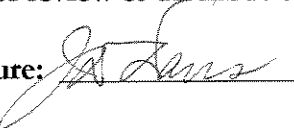
DOL:

Prepared By: Karen Carter

Contact Number: (404) 330-6956

TRANSMITTAL FORM FOR LEGISLATION

To Mayor's Office: Greg Pridgeon
(For review & distribution to Executive Management)

Commissioner Signature: 

Director Signature: 

From (originating dept): Finance Contact (name):
Committee(s) of Purview: Finance / Executive Committee Deadline:

City Council Meeting Date: February 6, 2006.

Committee Meeting Date(s): February 1, 2006.

CAPTION:

TO ANTICIPATE AND APPROPRIATE LETTER OF CREDIT ENHANCEMENT FEES, REMARKETING FEES, AND INTEREST EXPENSE FOR ISSUANCE OF AIRPORT COMMERCIAL PAPER NOTES, SERIES 2005 A/B; AND FOR OTHER PURPOSES.

BACKGROUND/PURPOSE/DISCUSSION:


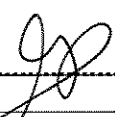
The Hartsfield-Jackson Atlanta International Airport has embarked on a ten-year Capital Improvement Plan to address additional landside and airside improvements attributable to sustained passenger traffic growth. The cost of the planning, engineering, design, acquisition and construction of certain improvements to Hartsfield-Jackson Atlanta International Airport, required debt service reserve, issuance expenses and for the execution of the Commercial Paper notes in an amount not to exceed \$550,000,000, which has been anticipated and appropriated accordingly. Letter of credit enhancement fees, remarketing fees, and interest expense have been incurred in relation to the issuance of Commercial Paper and must be anticipated and appropriated.

FINANCIAL IMPACT (if any):

Increase in bond proceeds totaling \$9,136,878;

Increase in expenses totaling \$9,136,878

Mayor's Staff Only

Received by Mayor's Office: 1/31/06  Reviewed: 
(date) (initials) (date)

Submitted to Council: _____
(date)

Action by Committee: ☐ Approved ☐ Adversed ☐ Held ☐ Amended
☐ Substitute ☐ Referred ☐ Other